



**DEFENSE LOGISTICS AGENCY**  
**DEFENSE CONTRACT MANAGEMENT COMMAND**  
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IN REPLY  
REFER TO

AQOC

SEP 17 1997

**MEMORANDUM FOR COMMANDERS, DEFENSE CONTRACT MANAGEMENT  
DISTRICTS**

**SUBJECT: DCMC Memorandum No. 97-051, Progress Payment Distribution Video  
(INFORMATION)**


This is an INFORMATION memorandum. It expires August 31, 1998. Target Audience:  
All DCMC contract management personnel involved in progress payment administration.

DCMC Information Memorandum 97-046, dated September 10, 1997, advised DCMC field personnel of a profound change in Department of Defense (DoD) policy with regard to administration and processing of progress payments. That memorandum also stated that we would be providing additional guidance as more detailed information becomes available.

The interim Defense Federal Acquisition Regulation Supplement (DFARS) rule addressing this policy is still in development, however, the general parameters are becoming clear. In order to provide field personnel with a "heads up" discussion of the policy impact we have produced a video tape entitled "Progress Payment Distribution". The tape will be distributed directly to Contract Administration Offices (CAOs) about September 22, 1997. CAO commanders should ensure that the tape is viewed by the target audience at the earliest opportunity.

This tape provides background on the origin of the issues, an overview of the policy changes underway, and a general description of the operations procedures which will be issued subsequent to the policy. The video tape is based on information available at production time, and the final policy may well change. The tape is not policy but is designed to alert viewers to the issues and the impacts, and to forecast the essential elements of the ultimate policy. A copy of this memorandum will be provided with the tape.

The DCMC Headquarters point of contact for this memorandum is Timothy Frank, Business Practices and Contract Payment Team, (703)767-3431, or DSN 427-3431. The Internet address is [tim\\_frank@hq.dla.mil](mailto:tim_frank@hq.dla.mil).

  
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